

REQUEST FOR PURCHASE IN EXCESS OF \$20,000/CHANGE ORDER



To: Members of Edina Housing and Redevelopment Authority

Agenda Item #: HRA VI

From: Brian E Olson, PE, Director of Public Works *BEO*

The Recommended Bid is

Within Budget

Not Within Budget

Date: June 17, 2014

Subject: Request for Purchase - Award of Bid, Contract 3, Improvement P-23, 50th & France District Parking & Wayfinding Improvements

Date Bid Opened or Quote Received:
June 5, 2014

Bid or Expiration Date:
June 5, 2014

Company:
Bid Package 3

Amount of Quote or Bid:

Bloomington Electric Company
Premier Electrical Corporation
Choice Electric, Inc.
Preferred Electric

\$387,900.00
\$396,250.00
\$408,000.00
\$461,530.00

Recommended Quote or Bid:

Bid Package 3

Bloomington Electric Company

\$387,900.00

General Information:

On August 20, 2013 City Council authorized the preparation of a feasibility Study for the 50th & France Parking and way finding Improvement Project, Edina Improvement no.P-23. This report was completed and prepared and presented on January 21, 2014 by Kimly-Horn and Associates. Project P-23 was approved on March 4,2014. This project includes the 3 Parking Ramp Facilities Located in the 50th and France Business District, that are owned and maintained by the City.

The project involves a Way finding System on the four main entrances into the District, along with a streetscape improvements. The Project also includes both structural restoration and painting of each ramp. A fifth contract will be for parking ramp light fixture replacement and that bid has been postponed until June 5th. We anticipate that contract to be awarded on the June 17th City Council agenda.

The project was bid with five bid packages because the Project Management Team determined the city would likely benefit by the project being delivered in separate bid packages, because that approach, given a low-bid selection process, tends to select more experienced contractors for the specialty work.

Bloomington Electric Company was the low bidder on Contract 3 for the Parking Structure Lighting Replacement.

This project cost will be borne by the Housing and Redevelopment Authority from the Centennial Lakes TIF District. Considering the bid unit prices, we are anticipating a savings of \$162,100.00. The final special assessments will be calculated prior to the final assessment hearing in 2015.

Staff recommends awarding Bid Package 3 to Bloomington Electric Company;



June 10, 2014

Mr. Brian Olson, P.E.
Public Works Director
City of Edina Public Works Department
7450 Metro Boulevard
Edina, Minnesota 55439

**RE: Recommendation of Bids
50th & France District Improvements
Edina Improvement No. P-23
Bid Package #3 – Parking Structure Lighting Replacement**

Dear Mr. Olson:

On Thursday, June 5, 2014, at 2:00 PM, bids were received on the 50th & France District Improvements project, Edina Improvement No. P-23, Bid Package #3. The 50th & France District Improvements project is being delivered in five bid packages, four of which were opened on Thursday, May 22, 2014. The Project Management Team determined the city would likely benefit by the project being delivered in separate bid packages, because that approach, given a low-bid selection process, tends to select more experienced contractors for the specialty work.

Bids were received on Bid Package #3 from four (4) contractors as follows:

Bid Package #3 – Parking Structure Lighting Improvements

<u>Contractor</u>	<u>Base Bid Amount</u>
Bloomington Electric Company	\$387,900.00
Premier Electrical Corporation	\$396,250.00
Choice Electric, Inc.	\$408,000.00
Preferred Electric, Inc.	\$461,530.00
<i>Engineer's Opinion of Probable Cost</i>	<i>\$550,000.00</i>

All bids were submitted with proper guarantees in the amount of five percent (5%) of the total bid as required by the Project Manual. All bids acknowledged the two (2) addenda that were prepared for the Bid Package #3 project. The low Base Bid is approximately 30 percent (30%) less than the Engineer's Opinion of Probable Cost. No errors were found in the preparations of their bids. A copy of the bid tabulation for the project is enclosed for your information.

Bloomington Electric Company was the low bidder with a bid in the amount of \$387,900.00.

Recommendation of Award

In our review of the contractor's bids and additional discussion after the bids were opened, we believe that Bloomington Electric Company are qualified and capable of completing the work included as part of Bid Package #3. Our electrical engineering sub-consultant has a positive history working with the Contractor.

Taking Bid Package #3 in context with the other four bid packages (summarized in my May 28, 2014 Recommendation of Award letter), the bids total \$2,992,030 for the five bid packages, compared to an engineer's opinion of probable cost of \$3,635,000. See below for a table summarizing the information for the five bid packages.

	Low Bid	Opinion	Over/(Under)	
Bid Package 1	\$447,688	\$325,000	\$122,688	38%
Bid Package 2	\$863,000	\$1,100,000	(\$237,000)	(22%)
Bid Package 3	\$387,900	\$550,000	(\$162,100)	(30%)
Bid Package 4	\$1,089,045	\$910,000	\$179,045	16%
Bid Package 5	\$204,397	\$750,000	(\$545,603)	(73%)
	\$2,992,030	\$3,635,000	(\$642,970)	(18%)

Please contact me at (651) 643-0451 or dan.coyle@kimley-horn.com if you have any questions or need any additional information.

Sincerely,

Daniel J. Coyle, P.E.
Project Manager

Enclosure: Bid Tabulation

Contract		Item Description		Unit		Contract Quantity		Amount		Unit Price		Amount		Unit Price		Amount		
BID TABULATION Contract: P-23 Owner: CITY OF EDINA Project: SOUTH & FRANCE DISTRICT IMPROVEMENTS KHA Job No: 160303065 BID PACKAGE #3 - PARKING STRUCTURE LIGHTING REPLACEMENT																		
1		BID PACKAGE #3 - PARKING STRUCTURE LIGHTING REPLACEMENT	LUMP SUM	1		\$550,000.00		\$550,000.00		\$550,000.00		\$550,000.00		\$550,000.00		\$550,000.00		
BID SUMMARY CONTRACT AMOUNT Total Amount of Bid																		
									ENGINNER'S ESTIMATE		BLOOMINGTON ELECTRIC COMPANY		PREMIER ELECTRICAL CORPORATION		CHOICE ELECTRIC, INC.		PREFERRED ELECTRIC, INC.	
									Amount		Amount		Amount		Amount		Amount	
									\$ 550,000.00		\$ 387,900.00		\$ 395,250.00		\$ 408,000.00		\$ 461,520.00	
									\$ 550,000.00		\$ 387,900.00		\$ 395,250.00		\$ 408,000.00		\$ 461,520.00	
									\$ 550,000.00		\$ 387,900.00		\$ 395,250.00		\$ 408,000.00		\$ 461,520.00	
									\$ 550,000.00		\$ 387,900.00		\$ 395,250.00		\$ 408,000.00		\$ 461,520.00	